# UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF WISCONSIN MILWAUKEE DIVISION

CELSO MORALES-DIAZ, Plaintiff.

CASE NO. 20-cv-469

 $\mathbf{v}$ .

JURY TRIAL DEMANDED

METALCRAFT OF MAYVILLE, INC., Defendant.

#### **COMPLAINT**

# PRELIMINARY STATEMENT

1. This action is brought by Plaintiff Celso Morales-Diaz for unpaid overtime and agreed upon wages. Plaintiff Celso Morales-Diaz was employed by Defendant Metalcraft of Mayville, Inc., at times since February 1, 1999. Defendant Metalcraft of Mayville, Inc. has a common policy and practice of impermissibly rounding the start and end times of its hourly employees' work hours so as to deny such employees for compensation for all hours worked. As a result, Defendant Metalcraft of Mayville, Inc. has denied Plaintiff Celso Morales-Diaz overtime pay in violation of the Fair Labor Standards Act of 1938, as amended ("FLSA").

## **JURISDICTION AND VENUE**

2. This Court has original jurisdiction to hear this complaint and to adjudicate the claims stated herein under 28 U.S.C. §1331, this action being brought under the FLSA, 29 U.S.C. §201, *et seq*.

- 3. The Court has supplemental jurisdiction over the state law claims pursuant to 28 U.S.C. §1367, as they are so related in this action within such original jurisdiction that they form part of the same case or controversy under Article III of the United States Constitution.
- 4. Venue is proper pursuant to 28 U.S.C. §1391(b) and (c) in the U.S. District Court for the Eastern District of Wisconsin because a substantial part of the events or omissions giving rise to the claim occurred within the district and Defendant Metalcraft of Mayville, Inc. has substantial and systematic contacts in this district.

# **PARTIES**

- 5. Defendant Metalcraft of Mayville, Inc. ("Metalcraft") is a Wisconsin Corporation with a principal place of business located at 1000 Metalcraft Drive, Mayville, Wisconsin 53050.
- 6. Metalcraft has three Wisconsin locations including 1) Mayville, 2) West Bend, and 3) Beaver Dam.
- 7. Metalcraft's registered agent for service of process in the State of Wisconsin is Martin A. Gallun located at 1000 Metalcraft Drive, Mayville, Wisconsin 53050.
- 8. Plaintiff Celso Morales-Diaz ("Plaintiff") is an adult resident of Washington County in the State of Wisconsin.

## **GENERAL ALLEGATIONS**

- 9. Plaintiff was employed by Metalcraft as a Painter and General Laborer at Metalcraft's West Bend facility from on or around February 2, 1999 to on or around October 16, 2015.
- 10. Plaintiff opted into a collective action titled *Mazurek v. Metalcraft*, Case No. 2:17-cv-01439 on March 12, 2015. Plaintiff's consent to join filed in the *Mazurek v. Metalcraft* action is attached as Exhibit A of this Complaint and is incorporated herein.
- 11. On March 20, 2020, Richard Mazurek filed his Motion to Decertify the Collective Class in *Mazurek v. Metalcraft* and asked that the Court dismiss the optin Plaintiffs' claims (including Plaintiff's) without prejudice such that they could file their individual complaints.
- 12. Metalcraft manufactures machined metal products at its three Wisconsin facilities.
- 13. While employed by Metalcraft, Plaintiff was paid on an hourly basis for Plaintiff's work.
- 14. While employed by Metalcraft, Metalcraft agreed to pay Plaintiff a specific hourly rate for all hours Plaintiff worked for Metalcraft.
- 15. Since March 12, 2015, Metalcraft had in effect a rounding policy applicable to Plaintiff.
- 16. Pursuant to Metalcraft's rounding policy, Plaintiff was permitted to punch-in up to fourteen minutes prior to Plaintiff's scheduled start time.

- 17. Pursuant to Metalcraft's rounding policy, Plaintiff's in-punches within the fourteen-minute pre-shift period were rounded to Plaintiff's scheduled start time.
- 18. Plaintiff regularly punched in prior to Plaintiff's scheduled start time within the fourteen-minute pre-shift period subject to Metalcraft's rounding policy.
  - 19. Plaintiff regularly began working for Metalcraft after punching in.
- 20. Plaintiff regularly performed work during the fourteen-minute preshift period subject to Metalcraft's rounding policy.
- 21. After punching in and during the fourteen-minute pre-shift period Plaintiff regularly performed compensable work, including washing parts that were required to be washed by hand and that were going to hang on the line.
- 22. As a result of Metalcraft's rounding policy, Plaintiff was not paid for the work Plaintiff performed during the fourteen-minute pre-shift period.
- 23. If Plaintiff punched in after Plaintiff's scheduled start time, Metalcraft paid Plaintiff from the minute Plaintiff punched in.
- 24. Pursuant to Metalcraft's rounding policy, Metalcraft did not round late in-punches in Plaintiff's favor.
- 25. Pursuant to Metalcraft's attendance policy, Plaintiff could be subject to discipline, up to and including being terminated, for punching in late.
- 26. Pursuant to Metalcraft's rounding policy, Plaintiff was permitted to punch-out up to fifteen minutes after Plaintiff's scheduled end time.

- 27. Pursuant to Metalcraft's rounding policy, Plaintiff's out-punches within the fifteen-minute post-shift period were rounded to Plaintiff's scheduled end time.
- 28. If Plaintiff punched out after Plaintiff's scheduled end time within the fifteen-minute post-shift period subject to Metalcraft's rounding policy, it was because Plaintiff was performing work.
- 29. If Plaintiff punched out after Plaintiff's scheduled end time within the fifteen-minute post-shift period subject to Metalcraft's rounding policy and performed work, Plaintiff was not paid for that time by Metalcraft.
- 30. If Plaintiff punched out prior to Plaintiff's scheduled end time,
  Metalcraft paid Plaintiff to the minute Plaintiff punched out.
- 31. Pursuant to Metalcraft's rounding policy, Metalcraft did not round early out-punches in Plaintiff's favor.
  - 32. Metalcraft's rounding policy only rounded in Metalcraft's favor.
  - 33. Metalcraft's rounding policy did not round in Plaintiff's favor.
- 34. Metalcraft did not prohibit Plaintiff from working during the fourteenminutes pre-shift periods that were subject to Metalcraft's rounding policy.
- 35. Metalcraft did not prohibit Plaintiff from working during the fifteenminute post-shift periods that were subject to Metalcraft's rounding policy.
- 36. During Plaintiff's employment, Metalcraft has suffered or permitted Plaintiff to regularly work more than forty hours during workweeks in which Metalcraft applied its time clock rounding policy.

- 37. As a result of applying this time clock rounding policy, Metalcraft improperly denied Plaintiff compensation at one and one-half times Plaintiff's respective regular rates for hours worked in excess of forty in workweeks since March 12, 2015.
- 38. Since March 12, 2015, Metalcraft's application of its time clock rounding policy resulted in Plaintiff being suffered or permitted to perform work for Metalcraft without compensation at Plaintiff's agreed-upon hourly rates.
- 39. Metalcraft's impermissible time clock rounding policy consistently operated to the disadvantage Plaintiff.
- 40. Metalcraft's conduct, as set forth in this complaint, was willful and in bad faith, and has caused significant damages to Plaintiff.

# FIRST CLAIM FOR RELIEF Violations of the Fair Labor Standards Act of 1938 as Amended

- 41. Plaintiff reasserts and incorporates by reference all preceding paragraphs as if restated herein.
- 42. Since March 12, 2015, while employed by Metalcraft, Plaintiff has been entitled to the rights, protections, and benefits provided under the FLSA, 29 U.S.C. §201 et. seq.
- 43. Since March 12, 2015, Metalcraft has been and continues to be an enterprise engaged in commerce within the meaning of 29 U.S.C. §203(s)(1).
- 44. Since March 12, 2015, while employed by Metalcraft, Plaintiff has been an employee within the meaning of 29 U.S.C. § 203(e).

- 45. Since March 12, 2015, Metalcraft has been an employer of Plaintiff as provided under 29 U.S.C. § 203(d) during Metalcraft's employment of Plaintiff.
- 46. Since March 12, 2015, while Plaintiff was employed by Metalcraft, Metalcraft has violated the FLSA by failing to pay overtime compensation due to Plaintiff for each hour worked in excess of forty hours in any given workweek.
- 47. Plaintiff, is entitled to damages equal to mandated overtime premium pay for all hours worked since March 12, 2015, plus periods of equitable tolling because Metalcraft acted willfully and knew or showed reckless disregard for whether its conduct was prohibited by the FLSA.
- 48. Alternatively, should the Court find that Metalcraft did not act willfully in failing to pay overtime premium wages, Plaintiff is entitled to an award of pre-judgment interest at the applicable legal rate.
- 49. Pursuant to FLSA, 29 U.S.C. §216(b), successful plaintiffs are entitled to reimbursement of the costs and attorneys' fees expended in successfully prosecuting an action for unpaid overtime wages, which Plaintiff seeks in this matter.

#### REQUEST FOR RELIEF

WHEREFORE, Plaintiff hereby requests the following relief:

- a) Issuance of an Order, pursuant to the Declaratory Judgment Act, 28 U.S.C. §§2201-2202, declaring Metalcraft's actions as described in the Complaint as unlawful and in violation of applicable regulations;
- b) An Order finding that Metalcraft violated the FLSA;
- c) An Order finding that these violations are willful;

- d) Judgement against Metalcraft in the amount equal to the Plaintiff's unpaid wages at the applicable agreed-upon wage and/or overtime premium rates;
- e) An award in the amount of all liquidated damages and civil penalties as provided under the FLSA;
- f) An award in the amount of all costs and attorney's fees incurred prosecuting these claims as well as pre-judgment and post-judgement interest; and
- g) Such further relief as the Court deems just and equitable.

# **DEMAND FOR JURY TRIAL**

Plaintiff hereby requests a trial by jury pursuant to Fed. R. Civ. P. 38(b). Dated this 23rd day of March, 2020.

Respectfully submitted,

## s/Larry A. Johnson

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